

Message Text

LIMITED OFFICIAL USE

PAGE 01 JIDDA 00155 101333Z

42

ACTION L-03

INFO OCT-01 NEA-10 ISO-00 FRB-03 TRSE-00 EB-07 COME-00

OMB-01 FTC-01 H-02 CIAE-00 DODE-00 INR-07 NSAE-00

PA-01 USIA-06 PRS-01 SP-02 SS-15 NSC-05 /065 W

----- 048686

R 101300Z JAN 76

FM AMEMBASSY JIDDA

TO SECSTATE WASHDC 3322

LIMITED OFFICIAL USE JIDDA 0155

E.O. 11652: N/A

TAGS: EFIN, ETRD, US, SA

SUBJECT: FEDERAL RESERVE BOARD LETTER TO MEMBER BANKS

REF 75 STATE 297811

1. DURING CALL ON CHARGE BY BANK OF AMERICA OFFICERS, THEY MADE MENTION OF QUOTE FEDERAL LEGISLATION END QUOTE WITH DATE OF DECEMBER 15 WHICH NOW GIVES FORCE OF LAW TO FRB GUIDANCE TO MEMBER BANKS. THEY ALSO REPORTED THAT NINE CLEARING BANKS OF NEW YORK HAD DECIDED TO QUOTE IGNORE NEW YORK STATE ANTI-BOYCOTT LAW END QUOTE BUT WOULD ADHERE TO FEDERAL STATUTE WHICH SEPARATED PROCESSING DOCUMENTATION FINANCIAL TRANSACTION INTO (A) THOSE CLEARLY PROHIBITED BY LAW AND (B) THOSE WHICH WERE TO BE DISCOURAGED. BANK AMERICAN OFFICERS SAID THEY INTERESTED IN THAT AREA WHERE PROCESSING OF COMMERCIAL/ FINANCIAL DOCUMENTATION WAS QUOTE DISCOURAGED END QUOTE.

2. EMBASSY QUERIED BANK AMERICAN REGARDING FEDERAL STATUTE, THINKING THEY MAY HAVE CONFUSED NEW YORK STATE ANTI-BOYCOTT LEGISLATION DUE TO TAKE EFFECT JANUARY 1, 1976. BANK AMERICA REPLIED, INDICATING NO SUCH CONFUSION AND INSISTED THAT CONGRESS HAD ENACTED LEGISLATION. THEY ADDED THAT FRB LETTER WAS QUOTE DRAWN FROM SUBSTANCE

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 JIDDA 00155 101333Z

OF BILL WHICH IN FACT ANTE-DATED LETTER END QUOTE. BANK

AMERICA WAS TOLD THAT EMBASSY HAD NO SUCH INFORMATION.

3. EMBASSY WOULD APPRECIATE ANY INFO CONCERNING ALLEGED
FEDERAL STATUTE PERTAINING TO PROCESSING OF LETTERS OF
CREDIT OR OTHER COMMERCIAL DOCUMENTATION.
HORAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LAW, BOYCOTTS, BANKS
Control Number: n/a
Copy: SINGLE
Draft Date: 10 JAN 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976JIDDA00155
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760010-0009
From: JIDDA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760169/aaaacizi.tel
Line Count: 67
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION L
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 STATE 297811
Review Action: RELEASED, APPROVED
Review Authority: morefirh
Review Comment: n/a
Review Content Flags:
Review Date: 18 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <18 JUN 2004 by ElyME>; APPROVED <25 JUN 2004 by morefirh>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: FEDERAL RESERVE BOARD LETTER TO MEMBER BANKS
TAGS: EFIN, ETRD, US, SA, FRB, BANK AMERICA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006